

**Language Section: National Petroleum Reserve Alaska  
Impact Program**

**FY2003 Request: \$1,680,000  
Reference No: 35360**

**AP/AL:** Appropriation

**Project Type:** Construction

**Category:** Development

**Location:** Barrow

**Contact:** Tena Young

**Election District:** Northwest Alaska

**Contact Phone:** (907)465-4731

**Estimated Project Dates:** 07/01/2002 - 06/30/2004

**Brief Summary and Statement of Need:**

Please see attached detail.

**Funding:**

	FY2003	FY2004	FY2005	FY2006	FY2007	FY2008	Total
Fed Rcpts	\$1,680,000						\$1,680,000
Total:	\$1,680,000	\$0	\$0	\$0	\$0	\$0	\$1,680,000

<input type="checkbox"/> State Match Required	<input type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased Project	<input type="checkbox"/> On-Going Project
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill

**Operating & Maintenance Costs:**

	<u>Amount</u>	<u>Staff</u>
Total Operating Impact:	0	0
One-Time Startup Costs:	0	
Additional Estimated Annual O&M:	0	0

**Prior Funding History / Additional Information:**

FY 00 20,000,000; FY 01 1,683,849.50

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The National Petroleum Reserve - Alaska special revenue fund consists of all money disbursed to the state by the federal government under 42 U.S.C. 6508 (P.L. 96-514) since December 12, 1980, less the amount deposited in the general fund and expended by the state by general fund appropriations before June 9, 1984.

Municipalities impacted by National Petroleum Reserve - Alaska oil and gas development under 42 U.S.C. 6508 may apply for and be eligible to receive grants to alleviate the impact. Section 11 states that these funds may be used for (A) planning, (B) construction, maintenance, and operation of essential public facilities; and (C) other necessary provisions of public service. The department shall give priority in the allocation of grants to municipalities that are experiencing or will experience the most direct or severe impact from oil and gas development under 42 U.S.C. 6508 within the National Petroleum Reserve - Alaska. The department will review each application determined to be eligible for NPR-A impact assistance to determine whether the amount requested for a project is reasonably necessary for the project to alleviate impacts of oil and gas development and will deduct any amounts that are not reasonably necessary for that purpose. If, after making necessary adjustments to grant requests, the department determines that the total amount for eligible projects is equal to or less than the amount appropriated for that year, the department will fund all meritorious requests.

The grant application process for these funds has been completed. There are eight projects to three communities/boroughs that have been tentatively approved. They are:

City of Atkasuk	City Operations	\$249,057
City of Atkasuk	Renovate Community Center	\$49,000
City of Barrow	Public Facilities O&M	\$350,000
City of Barrow	Summer Youth Program	\$50,000
North Slope Borough	Wainwright City Operations	\$250,000
North Slope Borough	Nuiqsut Natural Gas Project	\$450,000
North Slope Borough	Capacity Building	\$100,000
North Slope Borough	Mayor's Workforce Job Training	\$400,000 * (reduced to amount available)

A listing of these projects will be submitted to the Legislature as a part of the required annual report.

The anticipated funding to be received during FY 2002 is \$1,728,015.

**Language:**

The amount received by the National Petroleum Reserve – Alaska special revenue fund (AS 37.05.530) under 42 U.S.C. 6508 during the fiscal year ending June 30, 2002, estimated to be \$1,728,015, is appropriated from federal receipts to the Department of Community and Economic Development for capital project grants under the National Petroleum Reserve – Alaska impact program.

The above language section should be referenced in a general lapse provision section for capital projects.